COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF ELKHORN WATER)
DISTRICT FOR A PURCHASED WATER) CASE NO. 2005-00111
ADJUSTMENT)

ORDER

On March 11, 2005, Elkhorn Water District ("Elkhorn") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Elkhorn purchases water from the city of Frankfort ("Frankfort").
- 2. Frankfort notified Elkhorn that, effective with consumption used after March 19, 2005, Frankfort's wholesale water rate would increase from \$1.468 per 1,000 gallons to \$1.589 per 1,000 gallons.
- 3. During the 12 months ending January 2005, Elkhorn purchased 97,181,500 gallons from Frankfort. The increase in the cost of purchased water is \$11,759, resulting in a purchased water adjustment factor of \$0.13 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.13 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. Elkhorn's proposed rates are approved.

2. The purchased water adjustment of \$0.13 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for water service rendered on and after March 22, 2005.

3. The proposed tariff sheets filed by Elkhorn are accepted as filed.

Done at Frankfort, Kentucky, this 30th day of March, 2005.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2005-00111 DATED MARCH 30, 2005

The following rates and charges are prescribed for the customers in the area served by Elkhorn Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

General Service							
First	2,000	gallons	\$ 1	0.64	Minimum bill		
Next	3,000	gallons		3.99	per 1,000 gal	lons	
Next	5,000	gallons		3.52	per 1,000 gal	lons	
Over	10,000	gallons		2.52	per 1,000 gal	lons	
General S	ers	Min	Minimum Bill				
5/8 inch			2,000				
1 inch			5,000	•	•		
1 1/2 inch			10,000	gallo	ns 40.21		
2 inch			16,000	gallo	ns 55.33		
Mobile Home Parks			Min	Minimum Bill			
McConnell			15,000				
Elkhorn			76,000	_			
Capital			125,000	gallo	ns 665.00		
Wholesale							
Stamp	ds		2.42	per 1,000 gal	lons		